

**ND TEACHERS FUND FOR RETIREMENT
INVESTMENT PERFORMANCE REPORT AS OF MARCH 31, 2006**

	March-06					December-05				September-05				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation		Quarter Net ROR	Month Net ROR	Market Value	Allocation		Quarter Net ROR	Market Value	Allocation		Quarter Net ROR	Fiscal YTD	FY05	Ended	Ended
		Actual	Policy				Actual	Policy			Actual	Policy		Actual	Policy	Net ROR	Net ROR
LARGE CAP DOMESTIC EQUITY																	
<i>Structured Growth</i>																	
LA Capital	71,350,434	4.1%	4.2%	5.71%	2.34%	67,240,887	4.1%	4.2%	3.42%	67,862,477	4.3%	4.2%	5.64%	15.49%	8.17%	N/A	N/A
Total Structured Growth	71,350,434	4.1%	4.2%	5.71%	2.34%	67,240,887	4.1%	4.2%	3.42%	67,862,477	4.3%	4.2%	5.64%	15.49%	8.17%	8.30%	-8.29%
Russell 1000 Growth				3.09%	1.48%				2.98%				4.01%	10.42%	1.67%	7.25%	-10.36%
<i>Structured Value</i>																	
LSV	71,786,036	4.2%	4.2%	6.61%	1.32%	68,180,735	4.2%	4.2%	2.42%	67,425,742	4.2%	4.2%	4.82%	14.45%	18.24%	14.45%	14.70%
Russell 1000 Value				5.93%	1.35%				1.27%				3.88%	11.44%	14.06%	11.00%	5.27%
<i>Enhanced Russell 1000 Index</i>																	
LA Capital	90,858,817	5.3%	5.6%	5.15%	1.29%	90,834,884	5.6%	5.6%	2.69%	91,092,260	5.7%	5.6%	6.85%	15.37%	7.39%	8.78%	N/A
Russell 1000				4.49%	1.42%				2.12%				3.95%	10.92%	7.92%	9.19%	N/A
<i>Enhanced S&P 500 Index</i>																	
Northern Trust	90,661,868	5.3%	5.6%	3.95%	1.13%	90,042,992	5.5%	5.6%	2.57%	88,811,633	5.6%	5.6%	3.81%	10.68%	6.02%	8.16%	N/A
Westridge	94,308,841	5.5%	5.6%	4.27%	1.27%	90,109,298	5.5%	5.6%	2.10%	88,609,621	5.6%	5.6%	3.65%	10.34%	6.66%	8.57%	N/A
Total Enhanced S&P 500 Index	184,970,709	10.7%	11.2%	4.11%	1.20%	180,152,291	11.1%	11.2%	2.33%	177,421,254	11.2%	11.2%	3.73%	10.51%	6.26%	8.87%	N/A
S&P 500				4.21%	1.24%				2.09%				3.60%	10.22%	6.32%	8.28%	N/A
<i>S&P 500 Index</i>																	
State Street	29,737,689	1.7%	2.8%	4.21%	1.25%	45,197,551	2.8%	2.8%	2.07%	44,455,053	2.8%	2.8%	3.61%	10.21%	6.34%	8.30%	-2.34%
S&P 500				4.21%	1.24%				2.09%				3.60%	10.22%	6.32%	8.28%	-2.37%
TOTAL LARGE CAP DOMESTIC EQUITY	448,703,685	26.0%	28.0%	4.95%	1.41%	451,606,348	27.8%	28.0%	2.55%	448,256,787	28.2%	28.0%	4.78%	12.77%	8.65%	9.54%	-0.74%
S&P 500				4.21%	1.24%				2.09%				3.60%	10.22%	6.32%	8.28%	-2.37%
SMALL CAP DOMESTIC EQUITY																	
<i>Manager-of-Managers</i>																	
SEI	176,209,384	10.2%	10.0%	13.22%	4.00%	162,496,683	10.0%	10.0%	0.97%	160,738,542	10.1%	10.0%	5.48%	20.57%	9.36%	13.65%	N/A
Russell 2000 + 200bp				14.49%	5.02%				1.64%				5.21%	22.42%	11.64%	15.07%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	176,209,384	10.2%	10.0%	13.22%	4.00%	162,496,683	10.0%	10.0%	0.97%	160,738,542	10.1%	10.0%	5.48%	20.57%	9.36%	13.65%	5.64%
Russell 2000				13.94%	4.85%				1.13%				4.69%	20.64%	9.45%	12.81%	5.71%
INTERNATIONAL EQUITY																	
<i>Large Cap - Core</i>																	
State Street	31,571,807	1.8%	1.8%	10.11%	3.66%	30,470,006	1.9%	1.8%	4.44%	31,022,932	2.0%	1.8%	10.65%	27.24%	7.68%	7.31%	-2.19%
MSCI EAFE (1)				9.40%	3.30%				4.08%				10.38%	25.68%	9.59%	7.29%	-2.85%
<i>Large Cap - Active</i>																	
Capital Guardian	94,207,124	5.5%	5.4%	7.49%	3.41%	92,716,775	5.7%	5.4%	9.43%	92,848,967	5.8%	5.4%	11.82%	31.54%	11.23%	7.35%	-3.02%
LSV	94,543,981	5.5%	5.4%	11.53%	3.65%	90,284,000	5.6%	5.4%	4.29%	92,394,479	5.8%	5.4%	11.55%	29.75%	N/A	N/A	N/A
Bank of Ireland	31,634,734	1.8%	1.8%	11.28%	3.75%	30,113,462	1.9%	1.8%	3.28%	29,873,730	1.9%	1.8%	6.99%	22.96%	12.20%	N/A	N/A
Total Large Cap - Active	220,385,839	12.8%	12.6%	9.74%	3.56%	213,114,237	13.1%	12.6%	6.36%	215,117,176	13.5%	12.6%	11.02%	29.58%	13.74%	8.14%	-2.37%
MSCI EAFE - 50% Hedged				9.20%	3.61%				5.84%				11.07%	28.37%	14.41%	8.84%	-2.01%
<i>Small Cap - Active</i>																	
Lazard	31,903,944	1.8%	1.8%	11.63%	4.58%	30,024,512	1.8%	1.8%	2.89%	30,579,069	1.9%	1.8%	9.65%	25.93%	19.82%	N/A	N/A
Wellington	34,363,330	2.0%	1.8%	10.00%	3.95%	31,057,641	1.9%	1.8%	5.95%	30,026,839	1.9%	1.8%	8.08%	25.98%	12.00%	N/A	N/A
Total Small Cap - Active	66,267,274	3.8%	3.6%	10.80%	4.26%	61,082,154	3.8%	3.6%	4.41%	60,605,908	3.8%	3.6%	8.88%	25.96%	15.90%	N/A	N/A
Citigroup Broad Market Index < \$2BN				9.34%	4.10%				8.94%				12.05%	33.46%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	318,224,920	18.4%	18.0%	9.99%	3.72%	304,666,397	18.7%	18.0%	5.77%	306,746,016	19.3%	18.0%	10.56%	28.62%	13.12%	10.28%	-0.51%
MSCI EAFE - 50% Hedged				9.20%	3.61%				5.84%				11.07%	28.37%	14.41%	8.84%	-2.01%
EMERGING MARKETS EQUITY																	
<i>Core</i>																	
Capital Guardian	-	0.0%	0.0%	N/A	N/A	15,973,631	1.0%	1.7%	9.92%	67,304,784	4.2%	3.6%	16.25%	N/A	33.94%	22.44%	4.12%
Ishares-Index Fund (temporary)	804	0.0%	0.9%	N/A	N/A	13,956,077	0.9%	0.9%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
JP Morgan	15,817,730	0.9%	0.9%	10.46%	-0.61%	14,188,646	0.9%	0.9%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
PanAgora	13,675,748	0.8%	0.9%	N/A	-0.59%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
WestLB	13,646,838	0.8%	0.0%	N/A	-0.79%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
UBS	30,526,828	1.8%	1.5%	11.61%	0.62%	27,103,415	1.7%	1.5%	7.63%	23,426,635	1.5%	1.4%	N/A	N/A	N/A	N/A	N/A
Total Core	73,667,949	4.3%	4.1%	11.30%	-0.13%	71,221,770	4.4%	4.9%	8.68%	90,731,419	5.7%	5.0%	17.05%	41.59%	33.94%	22.44%	4.12%
MSCI Emerging Markets				12.12%	0.90%				7.20%				18.11%	41.97%	34.89%	24.42%	7.64%
<i>Small Cap</i>																	
DFA	17,270,814	1.0%	1.0%	12.64%	1.77%	16,360,853	1.0%	1.0%	8.16%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
MSCI Emerging Markets				12.12%	0.90%				7.20%				18.11%	41.97%	34.89%	24.42%	7.64%
TOTAL EMERGING MARKETS EQUITY	90,938,763	5.3%	5.0%	11.49%	0.22%	87,582,622	5.4%	5.0%	8.22%	90,731,419	5.7%	5.0%	17.05%	41.23%	33.94%	22.44%	4.12%
MSCI Emerging Markets				12.12%	0.90%				7.20%				18.11%	41.97%	34.89%	24.42%	7.64%
DOMESTIC FIXED INCOME																	
<i>Core Bond</i>																	
Western Asset	21,492,596	1.2%	1.3%	-0.56%	-1.24%	20,561,588	1.3%	1.3%	0.24%	17,424,367	1.1%	1.3%	-0.48%	-0.81%	7.25%	7.46%	8.91%
Lehman Aggregate				-0.65%	-0.98%				0.59%				-0.67%	-0.73%	6.80%	5.75%	7.40%
<i>Index</i>																	
Bank of ND	44,251,505	2.6%	3.0%	-0.94%	-1.00%	41,979,590	2.6%	3.0%	0.64%	35,825,304	2.3%	2.4%	-0.93%	-1.23%	7.23%	6.11%	7.77%
Bank of ND Match Loan CD Program	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	9,466,484	0.6%	0.6%	1.28%	N/A	5.08%	5.33%	5.53%
Total Index	44,251,505	2.6%	3.0%	-0.94%	-1.00%	41,979,590	2.6%	3.0%	0.83%	45,291,788	2.9%	3.0%	-0.43%	-0.54%	6.91%	5.88%	7.41%
Lehman Gov/Credit				-1.01%	-1.10%				0.60%				-0.96%	-1.38%	7.26%	6.41%	7.70%
<i>Convertibles</i>																	
TCW	21,941,912	1.3%	1.3%	3.06%	1.19%	20,648,355	1.3%	1.3%	1.16%	17,634,678	1.1%	1.2%	2.95%	7.32%	-0.23%	8.73%	-2.63%
Merrill Lynch All Convertibles				5.32%	1.39%				0.46%				4.15%	10.19%	0.66%	9.94%	0.50%

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	March-06					December-05				September-05				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Quarter	Month		Market Value	Allocation	Quarter		Market Value	Allocation	Quarter		Fiscal YTD	FY05	Ended	Ended
		Actual	Policy	Net ROR	Net ROR				Net ROR				Net ROR	Net ROR	Net ROR	6/30/2005	6/30/2005
BBB Average Quality																	
Wells Capital	21,165,881	1.2%	1.3%	-0.97%	-1.52%	20,484,348	1.3%	1.3%	0.56%	17,187,985	1.1%	1.3%	-1.65%	-2.06%	12.04%	9.22%	8.81%
Lehman BBB				-1.20%	-1.70%				0.39%				-0.97%	-1.78%	8.60%	9.16%	7.86%
Private Debt																	
Prudential	21,538,891	1.2%	1.2%	-0.66%	-0.84%	20,593,142	1.3%	1.3%	0.82%	17,068,877	1.1%	1.1%	-0.27%	-0.13%	N/A	N/A	N/A
Lehman Aggregate				-0.65%	-0.98%				0.59%				-0.67%	-0.73%	N/A	N/A	N/A
Timberland																	
RMK	18,450,044	1.1%	1.1%	5.39%	-0.08%	17,420,892	1.1%	1.1%	-6.09%	18,654,838	1.2%	1.2%	-0.24%	-1.26%	14.50%	12.47%	N/A
TIR	47,402,215	2.7%	2.7%	16.68%	3.50%	47,067,051	2.9%	2.9%	3.19%	46,894,851	3.0%	3.0%	-0.09%	20.30%	N/A	N/A	N/A
Total Timberland	65,852,259	3.8%	3.8%	13.63%	2.58%	64,487,943	4.0%	4.0%	0.55%	65,549,689	4.1%	4.1%	-0.13%	14.11%	44.29%	21.48%	N/A
NCREIF Timberland Index				0.00%									0.95%	13.04%	14.07%	7.31%	N/A
TOTAL DOMESTIC FIXED INCOME	196,243,043	11.4%	12.0%	4.48%	0.41%	188,754,966	11.6%	12.0%	0.68%	180,157,384	11.3%	12.0%	-0.19%	5.00%	19.23%	11.83%	8.92%
Lehman Aggregate				-0.65%	-0.98%				0.59%				-0.67%	-0.73%	6.80%	5.75%	7.40%
HIGH YIELD BONDS																	
Loomis Sayles	58,583,485	3.4%	3.5%	3.67%	0.10%	56,509,411	3.5%	3.5%	1.36%	53,960,876	3.4%	3.5%	1.24%	6.38%	15.96%	N/A	N/A
Lehman High Yield Cash Pay Index				2.61%	0.42%				0.80%				0.99%	4.46%	10.83%	N/A	N/A
Sutter/Wells Capital	57,668,389	3.3%	3.5%	2.65%	0.47%	56,177,621	3.5%	3.5%	1.38%	53,167,967	3.3%	3.5%	0.31%	4.39%	9.62%	N/A	N/A
Merrill Lynch High Yield Master II Index				2.61%	0.42%				0.80%				0.99%	4.46%	10.63%	N/A	N/A
TOTAL HIGH YIELD BONDS	116,251,874	6.7%	7.0%	3.16%	0.28%	112,687,032	6.9%	7.0%	1.37%	107,128,843	6.7%	7.0%	0.77%	5.39%	12.76%	13.38%	5.52%
Lehman High Yield Bond Index				2.61%	0.42%				0.80%				0.99%	4.46%	10.86%	14.51%	7.47%
INTERNATIONAL FIXED INCOME																	
International Sovereign																	
UBS Global (Brinson)	37,236,798	2.2%	2.5%	0.13%	-0.80%	37,285,185	2.3%	2.5%	-2.54%	37,619,820	2.4%	2.5%	-1.08%	-3.47%	7.92%	11.22%	8.24%
Citigroup Non-US Gov't Bond Index (2)				-0.18%	-1.19%				-2.61%				-1.24%	-3.99%	7.75%	10.98%	7.92%
International Core																	
Brandywine	38,990,494	2.3%	2.5%	0.66%	-1.84%	38,833,022	2.4%	2.5%	-0.22%	38,230,563	2.4%	2.5%	0.80%	1.24%	11.78%	N/A	N/A
Lehman Global Aggregate (ex-US)				3.16%	-1.00%				-2.39%				-0.86%	-0.16%	8.10%	N/A	N/A
TOTAL INTERNATIONAL FIXED INCOME	76,227,292	4.4%	5.0%	0.40%	-1.33%	76,118,207	4.7%	5.0%	-1.36%	75,850,384	4.8%	5.0%	-0.15%	-1.12%	9.84%	12.08%	8.74%
Citigroup Non-US Gov't Bond Index (2)				-0.18%	-1.19%				-2.61%				-1.24%	-3.99%	7.75%	10.98%	7.92%
REAL ESTATE																	
INVESCO	80,652,555			5.60%	5.52%	76,609,480			1.73%	75,429,387			7.19%	15.15%	22.20%	12.15%	10.44%
J.P. Morgan Strategic & Special Funds	81,572,250			4.00%	1.58%	78,429,427			4.94%	74,740,673			6.33%	16.04%	19.52%	12.70%	10.44%
J.P. Morgan Alternative Property Fund	4,435,997			N/A	0.00%	-			N/A	-			N/A	N/A	N/A	N/A	N/A
TOTAL REAL ESTATE	166,660,802	9.7%	9.0%	4.66%	3.40%	155,038,907	9.5%	9.0%	3.33%	150,170,060	9.5%	9.0%	6.76%	15.46%	20.77%	12.39%	10.43%
NCREIF TOTAL INDEX				3.62%	1.19%				5.43%				4.44%	14.09%	18.02%	12.07%	10.81%
ALTERNATIVE INVESTMENTS																	
Brinson IVCF III	570,439			16.68%	12.94%	636,867			5.25%	605,117			-4.74%	16.99%	15.66%	3.94%	8.26%
Coral Partners V	4,512,990			-1.81%	0.00%	4,597,264			1.43%	4,531,606			0.01%	-0.40%	-18.97%	-24.36%	-22.64%
Coral Partners V - Supplemental	446,643			-18.49%	0.00%	548,089			-1.04%	553,759			-7.36%	-25.27%	-6.85%	-4.52%	N/A
Coral Partners VI	6,682,173			-1.01%	0.00%	5,497,553			2.13%	4,441,159			-1.55%	-0.47%	-1.17%	N/A	N/A
Brinson 1998 Partnership Fund	1,217,623			0.82%	0.82%	1,424,350			3.50%	1,375,868			3.17%	7.66%	19.64%	3.73%	-1.83%
Brinson 1999 Partnership Fund	2,487,773			3.86%	3.86%	2,395,782			0.64%	2,684,436			2.44%	7.08%	9.31%	1.61%	-4.71%
Brinson 2000 Partnership Fund	6,258,718			10.73%	10.73%	5,653,355			3.70%	5,477,157			6.45%	22.23%	14.97%	3.21%	-0.80%
Brinson 2001 Partnership Fund	3,695,893			5.34%	5.58%	3,796,657			3.25%	3,237,697			3.91%	12.22%	4.00%	1.40%	N/A
Brinson 2002 Partnership Fund	2,229,818			17.97%	16.91%	2,092,282			3.38%	2,023,538			3.47%	26.20%	-4.22%	6.13%	N/A
Brinson 2003 Partnership Fund	676,065			6.05%	7.64%	515,309			5.26%	402,612			7.59%	20.10%	1.71%	N/A	N/A
Total Brinson Partnership Funds	16,565,890			8.25%	8.23%	15,877,735			2.93%	15,201,308			4.56%	16.50%	9.80%	N/A	N/A
Brinson 1999 Non-US Partnership Fund	1,200,961			12.88%	10.03%	1,206,014			-1.05%	1,218,589			-5.55%	5.50%	32.09%	21.85%	11.30%
Brinson 2000 Non-US Partnership Fund	2,106,443			16.47%	16.47%	1,809,015			7.48%	1,682,785			-0.69%	24.32%	15.57%	13.45%	4.88%
Brinson 2001 Non-US Partnership Fund	1,763,872			0.06%	1.84%	1,602,426			3.98%	1,845,259			9.11%	13.52%	9.19%	8.24%	N/A
Brinson 2002 Non-US Partnership Fund	2,566,159			11.87%	11.47%	2,768,358			15.23%	2,187,730			-0.04%	28.86%	12.60%	12.07%	N/A
Brinson 2003 Non-US Partnership Fund	1,408,182			3.26%	3.26%	1,363,969			12.34%	1,213,956			0.61%	16.71%	2.52%	N/A	N/A
Brinson 2004 Non-US Partnership Fund	529,971			3.59%	3.59%	511,716			9.37%	317,320			4.09%	17.93%	0.42%	N/A	N/A
Total Brinson Non-US Partnership Fund	9,575,588			8.98%	8.82%	9,261,497			8.44%	8,465,638			0.99%	19.34%	15.11%	N/A	N/A
Brinson BVCF IV	8,165,433			2.14%	0.00%	7,995,650			8.77%	7,349,685			10.29%	22.53%	6.06%	3.14%	-7.20%
Matlin Patterson Global Opportunities	6,800,611			-8.59%	-8.59%	7,440,942			-1.36%	7,766,353			-8.79%	-17.76%	102.75%	N/A	N/A
Matlin Patterson Global Opportunities II	8,270,817			-0.74%	-0.74%	6,638,944			0.00%	6,641,087			0.00%	-0.74%	N/A	N/A	N/A
InvestAmerica	2,110,428			0.00%	0.00%	2,110,859			0.00%	2,110,465			0.00%	0.00%	-18.88%	-13.16%	N/A
Hearthstone MSII	113,202			0.00%	0.00%	1			0.00%	333,439			0.00%	0.00%	1214.92%	179.43%	90.03%
Hearthstone MSIII	2,393,438			5.32%	0.00%	4,366,454			7.40%	6,068,486			4.53%	18.24%	16.51%	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (3)	66,207,651	3.8%	5.0%	2.44%	2.15%	64,971,854	4.0%	5.0%	3.63%	64,068,103	4.0%	5.0%	1.57%	7.83%	17.30%	3.06%	-3.04%
CASH EQUIVALENTS																	
Northern Trust STIF/STEP	69,544,269	4.0%	1.0%	1.21%	0.46%	22,455,643	1.4%	1.0%	0.85%	3,993,964	0.3%	1.0%	0.89%	2.98%	2.19%	1.82%	2.72%
90 Day T-Bill				1.03%	0.39%				0.92%				0.83%	2.81%	2.15%	1.55%	2.62%
TOTAL FUND	1,725,211,683	100.0%	100.0%	6.53%	1.94%	1,626,378,659	100.0%	100.0%	2.87%	1,587,841,502	100.0%	100.0%	5.69%	15.82%	13.36%	11.42%	3.23%
POLICY TARGET BENCHMARK				5.36%	1.60%				2.82%				4.95%	13.69%	11.68%	10.29%	2.47%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(2) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.

(3) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.